U.S. Department of Labor

Office of Administrative Law Judges John W. McCormack Post Office and Courthouse Room 505 Boston, MA 02109



(617) 223-9355 (617) 223-4254 (FAX)

MAILED: 11/16/2000

IN THE MATTER OF: *

*

Virginia Kelley

(Widow of Harold L. Kelley)

Claimant * Case No.: 2000-LHC-1407

*

* OWCP No.: 1-148567

*

General Dynamics Corporation

Employer/Self-Insurer *

APPEARANCES:

Melissa M. Olson, Esq. For the Claimant

Peter A. Schavone, Esq.

For the Employer/Self Insurer

BEFORE: DAVID W. DI NARDI

Administrative Law Judge

DECISION AND ORDER - AWARDING BENEFITS

This is a claim for worker's compensation benefits under the Longshore and Harbor Workers' Compensation Act, as amended (33 U.S.C. §901, et seq.), herein referred to as the "Act." The hearing was held on August 28, 2000 in New London, Connecticut, at which time all parties were given the opportunity to present evidence and oral arguments. The following references will be used: TR for the official hearing transcript, ALJ EX for an exhibit offered by this Administrative Law Judge, CX for a Claimant's exhibit, JX for a Joint exhibit and RX for an Employer's exhibit. This decision is being rendered after

having given full consideration to the entire record which was closed on September 20, 2000, upon filing of the official hearing transcript.

Stipulations and Issues

The parties stipulate (JX 1), and I find

- 1. The Act applies to this proceeding.
- 2. Decedent and the Employer were in an employee-employer relationship from 1941 to 1946 and from 1948 until 1981.
- 3. On August 31, 1999, Decedent suffered an injury in the course and scope of his employment.
- 4. Decedent gave the Employer notice of the injury in a timely manner.
- 5. Claimant filed timely claims for compensation and the Employer filed timely notices of controversion at that time.
- 6. The applicable average weekly wage is \$435.88, the National Average Weekly Wage as of August 31, 1999, the date of diagnosis of Decedent's malignant mesothelioma. The Claimant's benefits shall be based upon \$450.64, the National Average Weekly Wage as of the date of death on August 1, 2000.
- 8. Employer has now agreed to accept the claims filed on behalf of Decedent and the Claimant, his surviving widow.

On the basis of the totality of this closed record^1 , I make the following:

Findings of Fact and Conclusions of Law

This Administrative Law Judge, in arriving at a decision in this matter, is entitled to determine the credibility of the witnesses, to weigh the evidence and draw his own inferences

 $^{^{1}}$ As the Employer has accepted these claims and as Decedent passed away on August 1, 2000, Claimant was excused from attending the hearing.

from it, and he is not bound to accept the opinion or theory of any particular medical examiner. Banks v. Chicago Grain Trimmers Association, Inc., 390 U.S. 459 (1968), reh. denied, 391 U.S. 929 (1969); Todd Shipyards v. Donovan, 300 F.2d 741 (5th Cir. 1962); Scott v. Tug Mate, Incorporated, 22 BRBS 164, 165, 167 (1989); Hite v. Dresser Guiberson Pumping, 22 BRBS 87, 91 (1989); Anderson v. Todd Shipyard Corp., 22 BRBS 20, 22 (1989); Hughes v. Bethlehem Steel Corp., 17 BRBS 153 (1985); Seaman v. Jacksonville Shipyard, Inc., 14 BRBS 148.9 (1981); Brandt v. Avondale Shipyards, Inc., 8 BRBS 698 (1978); Sargent v. Matson Terminal, Inc., 8 BRBS 564 (1978).

The Act provides a presumption that a claim comes within its provisions. See 33 U.S.C. §920(a). This Section 20 presumption "applies as much to the nexus between an employee's malady and his employment activities as it does to any other aspect of a claim." Swinton v. J. Frank Kelly, Inc., 554 F.2d 1075 (D.C. Cir. 1976), cert. denied, 429 U.S. 820 (1976). Claimant's uncontradicted credible testimony alone may constitute sufficient proof of physical injury. Golden v. Eller & Co., 8 BRBS 846 (1978), aff'd, 620 F.2d 71 (5th Cir. 1980); Hampton v. Bethlehem Steel Corp., 24 BRBS 141 (1990); Anderson v. Todd Shipyards, supra, at 21; Miranda v. Excavation Construction, Inc., 13 BRBS 882 (1981).

However, this statutory presumption does not dispense with the requirement that a claim of injury must be made in the first instance, nor is it a substitute for the testimony necessary to establish a "prima facie" case. The Supreme Court has held that "[a] **prima facie** 'claim for compensation,' to which the statutory presumption refers, must at least allege an injury that arose in the course of employment as well as out of employment." United States Indus./Fed. Sheet Metal, Inc., v. Director, Office of Workers' Compensation Programs, U.S. Dep't of Labor, 455 U.S. 608, 615 102 S. Ct. 1318, 14 BRBS 631, 633 (CRT) (1982), rev'g Riley v. U.S. Indus./Fed. Sheet Metal, Inc., 627 F.2d 455 (D.C. Cir. 1980). Moreover, "the mere existence of a physical impairment is plainly insufficient to shift the burden of proof to the employer." U.S. Industries/Federal Sheet et al., v. Director, Office of Inc., Compensation Programs, U.S. Department of Labor, 455 U.S. 608, 102 S.Ct. 1318 (1982), rev'g Riley v. U.S. Industries/Federal Sheet Metal, Inc., 627 F.2d 455 (D.C. Cir. 1980). presumption, though, is applicable once claimant establishes

that he has sustained an injury, i.e., harm to his body. Preziosi v. Controlled Industries, 22 BRBS 468, 470 (1989); Brown v. Pacific Dry Dock Industries, 22 BRBS 284, 285 (1989); Trask v. Lockheed Shipbuilding and Construction Company, 17 BRBS 56, 59 (1985); Kelaita v. Triple A. Machine Shop, 13 BRBS 326 (1981).

To establish a prima facie claim for compensation, a claimant need not affirmatively establish a connection between Rather, a claimant has the burden of work and harm. establishing only that (1) the claimant sustained physical harm pain and (2) an accident occurred in the course of employment, or conditions existed at work, which could have caused the harm or pain. Kelaita, supra; Kier v. Bethlehem Steel Corp., 16 BRBS 128 (1984). Once this prima facie case is established, a presumption is created under Section 20(a) that the employee's injury or death arose out of employment. rebut the presumption, the party opposing entitlement must present substantial evidence proving the absence of or severing the connection between such harm and employment or working Kier, supra; Parsons Corp. of California v. conditions. Director, OWCP, 619 F.2d 38 (9th Cir. 1980); Butler v. District Parking Management Co., 363 F.2d 682 (D.C. Cir. 1966); Ranks v. Bath Iron Works Corp., 22 BRBS 301, 305 (1989). Once claimant establishes a physical harm and working conditions which could have caused or aggravated the harm or pain the burden shifts to the employer to establish that claimant's condition was not caused or aggravated by his employment. Brown v. Pacific Dry Dock, 22 BRBS 284 (1989); Rajotte v. General Dynamics Corp., 18 BRBS 85 (1986). If the presumption is rebutted, it no longer controls and the record as a whole must be evaluated to determine the issue of causation. Del Vecchio v. Bowers, 296 U.S. 280 (1935); Volpe v. Northeast Marine Terminals, 671 F.2d 697 (2d Cir. 1981). In such cases, I must weigh all of the evidence relevant to the causation issue, resolving all doubts in claimant's favor. Sprague v. Director, OWCP, 688 F.2d 862 (1st Cir. 1982); MacDonald v. Trailer Marine Transport Corp., 18 BRBS 259 (1986).

In the case **sub judice**, Claimant alleges that the harm to her husband's bodily frame, **i.e.**, his malignant mesothelioma, resulted from his exposure to and inhalation of asbestos and other injurious pulmonary stimuli at the Employer's shipyard. The Employer has introduced no evidence severing the connection

between such harm and Claimant's maritime employment. In this regard, see Romeike v. Kaiser Shipyards, 22 BRBS 57 (1989). Thus, Claimant has established a prima facie claim that such harm is a work-related injury, as shall now be discussed.

Injury

The term "injury" means accidental injury or death arising out of and in the course of employment, and such occupational disease or infection as arises naturally out of such employment or as naturally or unavoidably results from such accidental See 33 U.S.C. §902(2); U.S. Industries/Federal Sheet injury. Metal, Inc., et al., v. Director, Office of Workers Compensation Programs, U.S. Department of Labor, 455 U.S. 608, 102 S.Ct. 1312 (1982), rev'g Riley v. U.S. Industries/Federal Sheet Metal, Inc., 627 F.2d 455 (D.C. Cir. 1980). A work-related aggravation of a pre-existing condition is an injury pursuant to Section 2(2) of the Act. Gardner v. Bath Iron Works Corporation, BRBS 556 (1979), aff'd sub nom. Gardner v. Director, OWCP, 640 F. 2d 1385 (1st Cir. 1981); Preziosi v. Controlled Industries, 22 BRBS 468 (1989); Janusziewicz v. Sun Shipbuilding and Dry Dock Company, 22 BRBS 376 (1989) (Decision and Order on Remand); Johnson v. Ingalls Shipbuilding, 22 BRBS 160 (1989); Madrid v. Coast Marine Construction, 22 BRBS 148 (1989). Moreover, the employment-related injury need not be the sole cause, or primary factor, in a disability for compensation purposes. Rather, if an employment-related injury contributes to, combines with or aggravates a pre-existing disease or underlying condition, the entire resultant disability is compensable. Strachan Shipping v. Nash, 782 F.2d 513 (5th Cir. 1986); Independent Stevedore Co. v. O'Leary, 357 F.2d 812 (9th Cir. 1966); Kooley v. Marine Industries Northwest, 22 BRBS 142 (1989); Mijangos v. Avondale Shipyards, Inc., 19 BRBS 15 (1986); Rajotte v. General Dynamics Corp., 18 BRBS 85 (1986). Also, when claimant sustains an injury at work which is followed by the occurrence of a subsequent injury or aggravation outside work, employer is liable for the entire disability if that subsequent injury is the natural and unavoidable consequence or result of the initial work injury. Bludworth Shipyard, Inc. v. Lira, 700 F.2d 1046 (5th Cir. 1983); Mijangos, supra; Hicks v. Pacific Marine & Supply Co., 14 BRBS 549 (1981). The term injury includes the aggravation of a pre-existing non-work-related condition or the combination of work- and non-work-related conditions. Lopez v.

Southern Stevedores, 23 BRBS 295 (1990); **Care v. WMATA**, 21 BRBS 248 (1988).

In occupational disease cases, there is no "injury" until the accumulated effects of the harmful substance manifest themselves and claimant becomes aware, or in the exercise of reasonable diligence or by reason of medical advice should become have been aware, of the relationship between the employment, the disease and the death or disability. Travelers Insurance Co. v. Cardillo, 225 F.2d 137 (2d Cir. 1955), cert. denied, 350 U.S. 913 (1955). Thorud v. Brady-Hamilton Stevedore Company, et al., 18 BRBS 232 (1987); Geisler v. Columbia Asbestos, Inc., 14 BRBS 794 (1981). Nor does the Act require that the injury be traceable to a definite time. The fact that claimant's injury occurred gradually over a period of time as a result of continuing exposure to conditions of employment is no bar to a finding of an injury within the meaning of the Act. Bath Iron Works Corp. v. White, 584 F.2d 569 (1st Cir. 1978).

This closed record conclusively establishes, and I so find and conclude, that Decedent's maritime employment exposed him to asbestos dust and fibers and other injurious pulmonary stimuli, that such exposures have resulted in an occupational disease diagnosed as malignant mesothelioma on August 31, 1999, that Decedent passed away on August 1, 2000, that the Employer initially did not accept these claims under the Longshore Act and that claims for benefits were timely filed on behalf of the Decedent and the Claimant.

Nature and Extent of Disability

It is axiomatic that disability under the Act is an economic concept based upon a medical foundation. Quick v. Martin, 397 F.2d 644 (D.C. Cir. 1968); Owens v. Traynor, 274 F. Supp. 770 (D.Md. 1967), aff'd, 396 F.2d 783 (4th Cir. 1968), cert. denied, 393 U.S. 962 (1968). Thus, the extent of disability cannot be measured by physical or medical condition alone. Nardella v. Campbell Machine, Inc., 525 F.2d 46 (9th Cir. Consideration must be given to claimant's age, education, industrial history and the availability of work he can perform after the injury. American Mutual Insurance Company of Boston v. Jones, 426 F.2d 1263 (D.C. Cir. 1970). Even a relatively minor injury may lead to a finding of total disability if it prevents the employee from engaging in the only type of gainful

Average Weekly Wage

For the purposes of Section 10 and the determination of the employee's average weekly wage with respect to a claim for compensation for death or disability due to an occupational disability, the time of injury is the date on which the employee or claimant becomes aware, or on the exercise of reasonable diligence or by reason of medical advice should have been aware, of the relationship between the employment, the disease, and the death or disability. Todd Shipyards Corp. v. Black, 717 F.2d 1280 (9th Cir. 1983); Hoey v. General Dynamics Corporation, 17 BRBS 229 (1985); Pitts v. Bethlehem Steel Corp., 17 BRBS 17 (1985); Yalowchuck v. General Dynamics Corp., 17 BRBS 13 (1985).

The 1984 Amendments to the Longshore Act apply in a new set of rules in occupational disease cases where the time of injury (i.e., becomes manifest) occurs after claimant has retired. Woods v. Bethlehem Steel Corp., 17 BRBS 243 (1985); 33 U.S.C. $\S\S902(10)$, 908(C)(23), 910(d)(2). In such cases, disability is defined under Section 2(10) not in terms of loss of earning capacity, but rather in terms of the degree of physical impairment as determined under the quidelines promulgated by the American Medical Association. An employee cannot receive total disability benefits under these provisions, but can only receive a permanent partial disability award based upon the degree of physical impairment. See 33 U.S.C. §908(c)(23); 20 C.F.R. §702.601(b). The Board has held that, in appropriate circumstances, Section 8(c)(23) allows for a permanent partial impairment award based on a one hundred (100) percent physical impairment. Donnell v. Bath Iron Works Corporation, 22 BRBS 136 Further, where the injury occurs more than one year after retirement, the average weekly wage is based on the National Average Weekly Wage as of the date of awareness rather than any actual wages received by the employee. See 33 U.S.C. §910(c)(2)(B); Taddeo v. Bethlehem Steel Corp., 22 BRBS (1989); Smith v. Ingalls Shipbuilding, 22 BRBS 46 (1989). it is apparent that Congress, by the 1984 Amendments, intended expand the category of claimants entitled to receive compensation to include voluntary retirees.

However, in the case at bar, Claimant may be an involuntary retiree if he left the workforce because of work-related

pulmonary problems. Thus, an employee who involuntarily withdraws from the workforce due to an occupational disability may be entitled to total disability benefits although the awareness of the relationship between disability and employment did not become manifest until after the involuntary retirement. In such cases, the average weekly wage is computed under 33 U.S.C. §910(C) to reflect earnings prior to the onset of disability rather than earnings at the later time of awareness. MacDonald v. Bethlehem Steel Corp., 18 BRBS 181, 183 and 184 (1986). Compare LaFaille v. General Dynamics Corp., 18 BRBS 882 (1986), rev'd in relevant part sub nom. LaFaille v. Benefits Review Board, 884 F.2d 54, 22 BRBS 108 (CRT) (2d Cir. 1989).

Thus, where disability commences on the date of involuntary withdrawal from the workforce, claimant's average weekly wage should reflect wages prior to the date of such withdrawal under Section 10(c), rather than the National Average Weekly Wage under Section 10(d)(2)(B).

However, if the employee retires due to a non-occupational disability prior to manifestation, then he is a voluntary retiree and is subject to the post-retirement provisions. In **Woods v. Bethlehem Steel Corp.**, 17 BRBS 243 (1985), the Benefits Review Board applied the post-retirement provisions because the employee retired due to disabling non-work-related heart disease prior to the manifestation of work-related asbestosis.

The Board has held that an irreversible medical condition is permanent per se. Drake v. General Dynamics Corp., 11 BRBS 288 (1979). Malignant mesothelioma, in my judgment, is such a condition. Accordingly, such condition results in a one hundred (100%) percent permanent partial impairment of the whole person. In this regard, see Donnell v. Bath Iron Works Corp., 22 BRBS 136 (1989).

Decedent is a voluntary retiree as he stopped working at the shipyard in 1981 and as his malignant mesothelioma was diagnosed on August 31, 1999.

Accordingly, the benefits payable to his estate shall be based upon the National Average Weekly Wage as of August 31, 1999, or \$435.88, pursuant to Section 8(c)(23) of the Act, and such benefits shall begin on August 31, 1999 and shall continue until August 1, 2000, the date of death.

Death Benefits and Funeral Expenses Under Section 9

Pursuant to the 1984 Amendments to the Act, Section 9 provides Death Benefits to certain survivors and dependents if a work-related injury causes an employee's death. provision applies with respect to any death occurring after the enactment date of the Amendments, September 28, 1984. 98 Stat. The provision that Death Benefits are payable only for deaths due to employment injuries is the same as in effect prior to the 1972 Amendments. The carrier at risk at the time of decedent's injury, not at the time of death, is responsible for payment of Death Benefits. Spence v. Terminal Shipping Co., 7 BRBS 128 (1977), aff'd sub nom. Pennsylvania National Mutual Casualty Insurance Co. v. Spence, 591 F.2d 985, 9 BRBS 714 (4th Cir. 1979), cert. denied, 444 U.S. 963 (1975); Marshall v. Looney's Sheet Metal Shop, 10 BRBS 728 (1978), aff'd sub nom. Travelers Insurance Co. v. Marshall, 634 F.2d 843, 12 BRBS 922 (5th Cir. 1981).

A separate Section 9 claim must be filed in order to receive benefits under Section 9. Almeida v. General Dynamics Corp., 12 BRBS 901 (1980). This Section 9 claim must comply with Section See Wilson v. Vecco Concrete Construction Co., 16 BRBS 22 (1983); Stark v. Bethlehem Steel Corp., 6 BRBS 600 (1977). Section 9(a) provides for reasonable funeral expenses not 33 U.S.C.A. §909(a) (West 1986). exceeding \$3,000. the 1984 Amendments, this amount was \$1,000. This subsection contemplates that payment is to be made to the person or business providing funeral services or as reimbursement for payment for such services, and payment is limited to the actual expenses incurred up to \$3,000. Claimant is entitled to appropriate interest on funeral benefits untimely paid. Adams v. Newport News Shipbuilding and Dry Dock Company, 22 BRBS 78, 84 (1989).

Section 9(b) which provides the formula for computing Death Benefits for surviving spouses and children of Decedents must be read in conjunction with Section 9(e) which provides minimum benefits. Dunn v. Equitable Equipment Co., 8 BRBS 18 (1978); Lombardo v. Moore-McCormack Lines, Inc., 6 BRBS 361 (1977); Gray v. Ferrary Marine Repairs, 5 BRBS 532 (1977).

Section 9(e), as amended in 1984, provides a maximum and minimum death benefit level. Prior to the 1972 Amendments, Section 9(e) provided that in computing Death Benefits, the

average weekly wage of Decedent could not be greater than \$105 nor less than \$27, but total weekly compensation could not exceed Decedent's weekly wages. Under the 1972 Amendments, Section 9(e) provided that in computing Death Benefits, Decedent's average weekly wage shall not be less than the National Average Weekly Wage under Section 6(b), but that the weekly death benefits shall not exceed decedent's actual average weekly wage. See Dennis v. Detroit Harbor Terminals, 18 BRBS 250 (1986), aff'd sub nom. Director, OWCP v. Detroit Harbor Terminals, Inc., 850 F.2d 283 21 BRBS 85 (CRT) (6th Cir. 1988); Dunn, supra; Lombardo, supra; Gray, supra.

In Director, OWCP v. Rasmussen, 440 U.S. 29, 9 BRBS 954 (1979), aff'g 567 F.2d 1385, 7 BRBS 403 (9th Cir. 1978), aff'g sub nom. Rasmussen v. GEO Control, Inc., 1 BRBS 378 (1975), the Supreme Court held that the maximum benefit level of Section 6(b)(1) did not apply to Death Benefits, as the deletion of a maximum level in the 1972 Amendment was not inadvertent. The Court affirmed an award of \$532 per week, two-thirds of the employee's \$798 average weekly wage.

However, the 1984 amendments have reinstated that maximum limitation and Section 9(e) currently provides that average weekly wage shall not be less than the National Average Weekly Wage, but benefits may not exceed the lesser of the average weekly wage of Decedent or the benefits under Section 6(b)(1).

In view of these well-settled principles of law, I find and conclude that Claimant, as the surviving Widow of Decedent, is entitled to an award of Death Benefits, commencing on August 2, 2000, the day after her husband's death, based upon the Decedent's average weekly wage \$450.64 as of that date, pursuant to Section 9, as I find and conclude that Decedent's death resulted from his work-related malignant mesothelioma. (CX 1 - CX 4) Thus, I find and conclude that Decedent's death resulted from and was related to his work-related injury for whichh his estate will be receiving impairment benefits from August 31, 1999 until his death on August 1, 2000.

Interest

Although not specifically authorized in the Act, it has been accepted practice that interest at the rate of six (6) percent per annum is assessed on all past due compensation payments.

Avallone v. Todd Shipyards Corp., 10 BRBS 724 (1978). Benefits Review Board and the Federal Courts have previously upheld interest awards on past due benefits to ensure that the employee receives the full amount of compensation due. v. Newport News Shipbuilding & Dry Dock Co., 8 BRBS 556 (1978), aff'd in pertinent part and rev'd on other grounds sub nom. Newport News v. Director, OWCP, 594 F.2d 986 (4th Cir. 1979); Santos v. General Dynamics Corp., 22 BRBS 226 (1989); Adams v. Newport News Shipbuilding, 22 BRBS 78 (1989); Smith v. Ingalls Shipbuilding, 22 BRBS 26, 50 (1989); Caudill v. Sea Tac Alaska Shipbuilding, 22 BRBS 10 (1988); Perry v. Carolina Shipping, BRBS 90 (1987); Hoey v. General Dynamics Corp., 17 BRBS 229 The Board concluded that inflationary trends in our economy have rendered a fixed six percent rate no longer appropriate to further the purpose of making claimant whole, and held that ". . . the fixed six percent rate should be replaced by the rate employed by the United States District Courts under 28 U.S.C. §1961 (1982). This rate is periodically changed to reflect the yield on United States Treasury Bills " Grant v. Portland Stevedoring Company, 16 BRBS 267, 270 (1984), modified on reconsideration, 17 BRBS 20 (1985). Section 2(m) of Pub. L. 97-258 provided that the above provision would become effective October 1, 1982. This Order incorporates by reference this statute and provides for its specific administrative application by the District Director. The appropriate rate shall be determined as of the filing date of this Decision and Order with the District Director.

The Benefits Review Board has held that the employer must pay appropriate interest on untimely paid funeral benefits as funeral expenses are "compensation" under the Act. Adams v. Newport News Shipbuilding, 22 BRBS 78, 84 (1989).

Section 14(e)

Claimant is not entitled to an award of additional compensation, pursuant to the provisions of Section 14(e), as the Employer timely controverted the entitlement to benefits by the Claimant and Decedent. Ramos v. Universal Dredging Corporation, 15 BRBS 140, 145 (1982); Garner v. Olin Corp., 11 BRBS 502, 506 (1979).

Medical Expenses

An Employer found liable for the payment of compensation is, pursuant to Section 7(a) of the Act, responsible for those medical expenses reasonably and necessarily incurred as a result of a work-related injury. Perez v. Sea-Land Services, Inc., 8 BRBS 130 (1978). The test is whether or not the treatment is recognized as appropriate by the medical profession for the care and treatment of the injury. Colburn v. General Dynamics Corp., 21 BRBS 219, 22 (1988); Barbour v. Woodward & Lothrop, Inc., 16 BRBS 300 (1984). Entitlement to medical services is never timebarred where a disability is related to a compensable injury. Addison v. Ryan-Walsh Stevedoring Company, 22 BRBS (1989); Mayfield v. Atlantic & Gulf Stevedores, 16 BRBS 228 (1984); Dean v. Marine Terminals Corp., 7 BRBS 234 (1977). Furthermore, an employee's right to select his own physician, pursuant to Section 7(b), is well settled. Bulone v. Universal Terminal and Stevedore Corp., 8 BRBS 515 (1978). Claimant is also entitled to reimbursement for reasonable travel expenses in seeking medical care and treatment for his work-related injury. Tough v. General Dynamics Corporation, 22 BRBS 356 (1989); Gilliam v. The Western Union Telegraph Co., 8 BRBS 278 (1978).

In Shahady v. Atlas Tile & Marble, 13 BRBS 1007 (1981), rev'd on other grounds, 682 F.2d 968 (D.C. Cir. 1982), cert. denied, 459 U.S. 1146, 103 S.Ct. 786 (1983), the Benefits Review Board held that a claimant's entitlement to an initial free choice of a physician under Section 7(b) does not negate the requirement under Section 7(d) that claimant obtain employer's authorization prior to obtaining medical services. Bath Iron Works Corp., 22 BRBS 301, 307, 308 (1989); Jackson v. Ingalls Shipbuilding Division, Litton Systems, Inc., 15 BRBS 299 Beynum Washington Metropolitan Area v. Authority, 14 BRBS 956 (1982). However, where a claimant has been refused treatment by the employer, he need only establish the treatment he subsequently procures on his initiative was necessary in order to be entitled to such treatment at the employer's expense. Atlantic & Stevedores, Inc. v. Neuman, 440 F.2d 908 (5th Cir. 1971); Matthews v. Jeffboat, Inc., 18 BRBS at 189 (1986).

An employer's physician's determination that Claimant is fully recovered is tantamount to a refusal to provide treatment. **Slattery Associates, Inc. v. Lloyd**, 725 F.2d 780 (D.C. Cir. 1984); **Walker v. AAF Exchange Service**, 5 BRBS 500 (1977). All necessary medical expenses subsequent to employer's refusal to

authorize needed care, including surgical costs and the physician's fee, are recoverable. Roger's Terminal and Shipping Corporation v. Director, OWCP, 784 F.2d 687 (5th Cir. 1986); Anderson v. Todd Shipyards Corp., 22 BRBS 20 (1989); Ballesteros v. Willamette Western Corp., 20 BRBS 184 (1988).

Section 7(d) requires that an attending physician file the appropriate report within ten days of the examination. Unless such failure is excused by the fact-finder for good cause shown in accordance with Section 7(d), claimant may not recover medical costs incurred. Betz v. Arthur Snowden Company, 14 BRBS 805 (1981). See also 20 C.F.R. §702.422. However, the employer must demonstrate actual prejudice by late delivery of the physician's report. Roger's Terminal, supra.

It is well-settled that the Act does not require that an injury be disabling for a claimant to be entitled to medical expenses; it only requires that the injury be work related. Romeike v. Kaiser Shipyards, 22 BRBS 57 (1989); Winston v. Ingalls Shipbuilding, 16 BRBS 168 (1984); Jackson v. Ingalls Shipbuilding, 15 BRBS 299 (1983).

On the basis of the totality of the record, I find and conclude that Claimant has shown good cause, pursuant to Section 7(d). Claimant advised the Employer of her husband's work-related injury in a timely fashion and requested appropriate medical care and treatment. However, the Employer initially did not accept the claim and did not authorize such medical care. Thus, any failure by Claimant to file timely the physician's report is excused for good cause as a futile act and in the interests of justice as the Employer refused to accept the claim.

Accordingly, in view of the foregoing, the Employer is responsible for the reasonable and necessary medical care and treatment in the diagnosis, evaluation and palliative treatment of Decedent's malignant mesothelioma between August 31, 1999 and August 1, 2000, subject to the provisions of Section 7 of the Act.

Attorney's Fee

Claimant's attorney, having successfully prosecuted this matter, is entitled to a fee assessed against the Employer.

Claimant's attorney filed a fee application on August 28, 2000 (CX 5), concerning services rendered and costs incurred in representing Claimant between February 14, 2000 and August 23, 2000. Attorney Melissa M. Olson seeks a fee of \$3,422.94 (including expenses) based on 11.75 hours of attorney time at \$165.00 and \$200.00 per hour and 3.21 hours of paralegal time at \$64.00 per hour.

The Employer has accepted the requested attorney's fee as reasonable in view of the benefits obtained and the hourly rates charged. $(RX\ 1)$

In accordance with established practice, I will consider only those services rendered and costs incurred after the date of the informal conference. Services rendered prior to this date should be submitted to the District Director for her consideration.

In light of the nature and extent of the excellent legal services rendered to Claimant by her attorney, the amount of compensation obtained for Claimant and the employer's comments on the requested fee, I find a legal fee of \$3,422.94 (including expenses of \$911.25) is reasonable and in accordance with the criteria provided in the Act and regulations, 20 C.F.R. §702.132, and is hereby approved. The expenses are approved as reasonable and necessary litigation expenses.

ORDER

Based upon the foregoing Findings of Fact, Conclusions of Law and upon the entire record, I issue the following compensation order. The specific dollar computations of the compensation award shall be administratively performed by the District Director.

It is therefore **ORDERED** that:

1. The Employer as a self-insurer shall pay to Claimant, as executrix of Decedent's estate, compensation for her husband's one hundred (100%) percent permanent partial impairment from August 31, 1999 through August 1, 2000, based upon the National Average Weekly Wage of \$435.88, such compensation to be computed in accordance with Section 8(c)(23) and (2)(10) of the Act.

- 2. The Employer shall also pay Decedent's widow, Virginia Kelley, ("Claimant"), Death Benefits from August 2, 2000, based upon the National Average Weekly Wage of \$450.64, in accordance with Section 9 of the Act, and such benefits shall continue for as long as she is eligible therefor.
- 3. The Employer shall reimburse or pay Claimant reasonable funeral expenses of \$2,205.00, pursuant to Section 9(a) of the Act.
- 4. The Employer shall receive credit for any compensation previously paid to the Claimant or Decedent as a result of the herein injury.
- 5. Interest shall be paid by the Employer on all accrued benefits at the T-bill rate applicable under 28 U.S.C. §1961 (1982), computed from the date each payment was originally due until paid. The appropriate rate shall be determined as of the filing date of this Decision and Order with the District Director. Interest shall also be paid on the funeral benefits untimely paid by the Employer.
- 6. The Employer shall furnish such reasonable, appropriate and necessary medical care and treatment as the Decedent's work-related injury referenced herein may have required between August 31, 1999 and August 1, 2000.
- 7. The Employer shall pay to Claimant's attorney, Melissa M. Olson, the sum of \$3,422.94 (including expenses) as a reasonable fee for representing Claimant herein before the Office of Administrative Law Judges between February 14, 2000 and August 23, 2000.

DAVID W. DI NARDI Administrative Law Judge

Dated:
Boston, Massachusetts
DWD:jl